

COMMONWEALTH OF VIRGINIA
VIRGINIA GAS AND OIL BOARD HEARING
MINUTES MAY 21, 2019

Pursuant to Sections 45.1-361.9B and 45.1-361.22.B of the Code of Virginia, the Virginia Gas and Oil Board held its scheduled monthly hearing commencing at 9 a.m. on Tuesday, May 21, 2019 at the Russell County Government Conference Center, 139 Highland Drive, Lebanon, Virginia.

Board members present were Bradley C. Lambert (Chairman), Bill Harris (Public Representative), Bruce A. Prather (Oil and Gas Industry Representative), Donald Lewis Ratliff (Coal Industry Representative), Mary Addington Quillen (Public Representative) and Rita Surratt (Public Representative).

Also present were Paul Kugelman, Jr. (Senior Assistant Attorney General), Rick Cooper (Principal Executive to the Board), Sally Ketron (Division of Gas and Oil), Sarah Gilmer (Division of Gas and Oil) , and Daniel W. Ingersoll (Assistant Attorney General).

1. The Board received public comments.

There were no public comments.

2. A petition from Pocahontas Gas, LLC, for (1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to Tract 5A, as depicted upon the annexed table to Theresa Brents. (Inactive unit, currently being paid under VP8SGU3 VGOB 06-0321-1598). Unit W9. Docket Number VGOB 97-0121-0562-03. Continued from April 2019.

The docket item was approved. The account continues. Authorization for direct payment of royalties.

3. A petition from Pocahontas Gas, LLC, for (1) the disbursement of escrowed funds heretofore deposited with the Board's Escrow Agent, attributable to a portion of Tract 1B, a portion of Tract 1C, and a portion of Tract 5B, as depicted upon the annexed table; (2) authorization to begin paying royalties directly to Hurt McGuire Land Trust, Elmer Lee Burke, Inis Mae Short, Cathleen Arrington, Penny Falck, Amy Hess, and CNX Gas Company LLC. Unit W37. Docket Number VGOB 98-0324-0632-05.

The docket item was approved. The account continues. Authorization for direct payment of royalties.

4. A petition from Pocahontas Gas, LLC, for re-pooling under Oakwood Coalbed Methane Gas Field I. Unit S54. Docket Number VGOB 07-0116-1854-01.

The docket item was approved. Escrowing required.

5. A petition from Pocahontas Gas, LLC, for re-pooling under Nora Coalbed Methane Gas Field. Unit BG-99. Docket Number VGOB 07-0320-1898-03.

The docket item was approved. Escrowing required.

6. A petition from Pocahontas Gas, LLC, for re-pooling under Oakwood Coalbed Methane Gas Field I. Unit R54. Docket Number VGOB 08-0415-2195-02.

The docket item was approved. Escrowing required.

7. On the Board's Own Motion, the Board will re-visit allowing the Director to be given approval permissions for adding more than two wells to a unit in the Oakwood I and Oakwood II Field Orders for projected mine works.

The docket item was approved. The Board approved to allow the Division of Gas & Oil Director to approve more than two wells to a unit in the Oakwood I and Oakwood II Field Orders. The Attorney General's Office will provide an Administrative Order that outlines the approval permissions and will present to the Board at the next hearing.

8. A petition from EnerVest Operating, LLC, for re-pooling of Well No. V-530399, Pound Quadrangle, Wise County, Virginia. Docket Number VGOB 14-0714-4055-01.

The docket item was approved. No escrowing required.

9. A petition from EnerVest Operating, LLC, for pooling of Well No. VCI-538279, Hurricane District, Buchanan County, Virginia. Docket Number VGOB 19-0319-4203. Continued from April 2019.

The docket item was approved. Escrowing required.

10. A petition from EnerVest Operating, LLC, for pooling of well VCI-530580 Nora Grid AP-68. Docket Number VGOB 19-0416-4205. Continued from April 2019.

The docket item was withdrawn.

11. A petition from EnerVest Operating, LLC, for pooling of Well No. VCI-530574, Ervinton District, Dickenson County, Virginia. Docket Number VGOB 19-0416-4204. Continued from April 2019.

The docket item was approved. No escrowing required.

12. A petition from EnerVest Operating, LLC, for pooling of well VC-503367, Nora Grib AU-48. Docket Number VGOB 19-0416-4206. Continued from April 2019.

The docket item was withdrawn.

13. A petition from EnerVest Operating, LLC, for pooling of well VCI-531533, Nora Grid AI-76. Docket Number VGOB 19-0416-4207. Continued from April 2019.

The docket item was continued to July, 2019.

14. A petition from EnerVest Operating, LLC, for pooling of well VCI-531534, Nora Grid AI-77. Docket Number VGOB 19-0416-4208. Continued from April 2019.

The docket item was continued to July, 2019.

15. A petition from EnerVest Operating, LLC, for pooling of well VCI-531535, Nora Grid AJ-75. Docket Number VGOB 19-0416-4209. Continued from April 2019.

The docket item was continued to July, 2019.

16. A petition from EnerVest Operating, LLC, for pooling of Unit VH-530556 located in Lipps District of Wise County, Virginia. Docket Number VGOB 19-0521-4211.

The docket item was approved. No escrowing required. EnerVest to provide a revised AFE to the Division of Gas and Oil.

17. The Board received an update of Board and Division activities from the staff.

Mr. Cooper reported to the Board that the disbursements that have been made thus far total \$20,183,569.35 (approximately 15,000 checks).
May 2019 Disbursements: \$37,195.60

18. The Board reviewed the April 2019 minutes for approval.

The docket item was approved.

The hearing adjourned at 11:00 a.m.